

Exercise of warrants and share capital increase

Uppsala, August 30, 2013

The Annual General Meeting May 3, 2011 decided to issue a maximum number of 1,168,856 warrants, each entitling the holder to subscribe for one class B share of IAR Systems Group AB (publ). Warrants of this series, TO4B 2011/2014, has been used by employees to subscribe for new B shares in IAR Systems Group AB (publ).

Total up until 19 August 2013 36,000 warrants were exercised to subscribe for new class B shares, of which 1,000 in June 2012, 1,000 in September 2012, 3,000 in December 2012 and 31,000 warrants in March 2013.

There are 981 000 remaining warrants issued to employees. Subscriptions can be made up to and including 18 June 2014. The exercise price for the warrants is set at SEK 34.30.

The share capital in IAR Systems Group AB (publ) is after the registration of the shares for the exercise of warrants SEK 117,245,614 divided among 11,724,561 shares, of which 100 000 A shares and 11,624,561 B shares. The total number of votes in IAR Systems Group AB (publ) is 12,624,561.

About IAR Systems

IAR Systems is the world's leading supplier of software tools for developing embedded systems applications. The software enables over 19,000 large and small companies to develop premium products based on 8-, 16-, and 32-bit microcontrollers, mainly in the areas of industrial automation, medical devices, consumer electronics, telecommunication, and automotive products. IAR Systems has an extensive network of partners and cooperates with the world's leading semiconductor vendors. IAR Systems Group AB is listed on NASDAQ OMX Stockholm. For more information, please visit www.iar.com

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